

HOUSE BILL 1216

By Sexton

AN ACT to amend Tennessee Code Annotated, Title 29,
Chapter 20 and Title 67, Chapter 5, relative to
property purchased by a county at a tax sale.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-5-2505, is amended by deleting the section and substituting instead:

(a) Whenever a county acquires property at a tax sale, a nongovernmental entity holding a vested and duly recorded contractual right to the payment of fees or assessments secured by such property retains such right; provided, that the nongovernmental entity may only enforce such contractual rights against the county through the exercise of its lien rights against the property.

(b) Notwithstanding subsection (a), a county is liable for the payment of the fees and assessments described in subsection (a) if the county makes actual use of the property purchased at the tax sale.

(c) This section applies only in counties having populations according to the 2020 federal census or a subsequent federal census of:

<u>not less than</u>	<u>nor more than</u>
25,400	25,500
61,100	61,200

SECTION 2. This act takes effect upon becoming a law, the public welfare requiring it.